

**UNITED STATES DISTRICT COURT
SOUTHERN DISTRICT OF NEW YORK**

**SECURITIES AND EXCHANGE
COMMISSION,**

Plaintiff,

v.

**STEVE M. BAJIC,
RAJESH TANEJA,
NORFOLK HEIGHTS LTD.,
FOUNTAIN DRIVE LTD.,
ISLAND FORTUNE GLOBAL LTD.,
CRYSTMOUNT LTD.,
WISDOM CHAIN LTD.,
SSID LTD.,
SURE MIGHTY LTD.,
TAMARIND INVESTMENTS INC.,
KENNETH CIAPALA,
ANTHONY KILLARNEY,
BLACKLIGHT SA,
CHRISTOPHER LEE MCKNIGHT, and
AARON DALE WISE,**

Defendants.

Civil Action No. 1:20-CV-00007-LGS

JOINT STATUS REPORT

Pursuant to the Court's Order dated February 23, 2021 (Dkt. No. 239), the undersigned parties, including plaintiff Securities and Exchange Commission ("Commission"), Steve Bajic, Kenneth Ciapala, Anthony Killarney, Rajesh Taneja and Christopher McKnight, provide the following status report to describe the status as to each defendant and the items referenced in Rule IV.A.2 of the Court's Individual Rules.

Status as to Remaining Individual Defendants

A. Defendant Bajic

The time to respond to the Complaint for defendant Bajic has been extended to June 7, 2021. *See* Dkt. No. 247. The Commission's counsel and Bajic have been involved in extensive

settlement negotiations and have reached an agreement in principle as to some of the terms of a settlement but are still working to reach agreement on other terms. The Commission's counsel and Bajic believe that additional time to allow their settlement negotiations to proceed would be useful and that it is unlikely that they will litigate this case. Accordingly, Bajic requests that his time to respond to the Complaint, which is currently set for June 7, 2021, be adjourned until August 6, 2021. The Commission assents to this request.

Anticipated Motions

The Court has already entered partial judgments against defendants Rajesh Taneja, Christopher McKnight, Anthony Killarney and Kenneth Ciapala. *See* Dkt. Nos. 215 (Taneja), 218 (McKnight), 237 (Killarney), 248 (Ciapala). The judgment against defendant Taneja leaves open the option for the Commission to file a motion seeking civil penalties if the parties are unable to reach agreement on that issue. The judgments against defendants McKnight, Killarney and Ciapala leave the questions of disgorgement, prejudgment interest and civil penalty for the Court to decide on the motion of the Commission if the parties are unable to reach agreement on those issues. The Commission does not anticipate filing such motions for several months while the parties continue their discussions on those issues.

The parties are currently scheduled to appear for a joint status conference with the Court on June 3, 2021. The parties respectfully request that this conference be adjourned until the middle of August at the earliest. The parties believe that a number of the remaining issues between them are likely to be resolved, or at least will be substantially more clear, by that time, and that any remaining issues could be the subject of a hearing with the Court at that time.

Commission's Claims Against The Other Defendants Are Completely Resolved

The Commission's claims as to defendants Norfolk Heights Ltd., Fountain Drive Ltd., Island Fortune Global Ltd., Crystalmount Ltd., Wisdom Chain Ltd., and Sure Mighty Ltd. were resolved by the entry of final judgments against them on May 7, 2020. The Commission's claims as to defendant Aaron Wise were resolved by the granting of a final judgment against him on November 23, 2020. *See* Dkt. No. 219. The Commission's claims as to defendants Blacklight SA, Tamarind Investments Inc. and SSID Ltd. were resolved by the granting of final judgments against them on February 23, 2021.

Dated: May 24, 2021

Respectfully submitted,

SECURITIES AND EXCHANGE COMMISSION

/s/ Kathleen Shields

Kathleen Burdette Shields (Mass Bar No. 637438)

Eric A. Forni (Mass Bar No. 669685)

SECURITIES AND EXCHANGE COMMISSION

Boston Regional Office

33 Arch St., 24th Floor

Boston, MA 02110

Phone: (617) 573-8904 (Shields direct);

Fax: (617) 573-4590 (fax)

shieldska@sec.gov

STEVE BAJIC

/s/ Steve Bajic

Steve Bajic

CHRISTOPHER MCKNIGHT

/s/ Robert A. Giacovas

Robert A. Giacovas

Anna Pia D. Felix

Lazare Potter Giacovas & Moyle LLP

747 Third Ave., 16th Floor

New York, NY 10017

Phone: (212) 758-9300
Fax: (212) 888-0919
Rgiacovas@lpgmlaw.com
afelix@lpgmlaw.com

RAJESH TANEJA

/s/ Tor Ekeland

Tor Ekeland
Tor Ekeland Law, PLLC
30 Wall Street, 8th Floor
New York, NY 10005
Phone: (781) 737-7264
tor@torekeland.com

KENNETH CIAPALA

/s/ Michael Ferrara

Michael Ferrara (admitted pro hac vice)
Kaplan Hecker & Fink LLP
350 Fifth Avenue | Suite 7110
New York, New York 10118
Phone: (929) 294-2529
mferrara@kaplanhecker.com

ANTHONY KILLARNEY

/s/ Michael Liftik

Michael Liftik (admitted pro hac vice)
Quinn Emanuel Urquhart & Sullivan, LLP
1300 I Street NW, Suite 900
Washington, D.C. 20005
Phone: (202) 538-8141
michaelliftik@quinnemanuel.com

CERTIFICATE OF SERVICE

I hereby certify that, on May 24, 2021, a true and correct copy of this document was filed through the Court's CM/ECF system, and accordingly, this document will be sent electronically to all participants registered to receive electronic notice in this case, and that I will serve the document via e-mail upon the remaining parties not registered to receive electronic notice through the CM/ECF system.

/s Kathleen Shields
Kathleen Shields